## **LEGAL NOTICE**

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JULY 25, 2006**, upon the application of **MATADOR PRODUCTION COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation**, **Reservoir A and the Cotton Valley Formation**, **Reservoir A**, in the Caspiana Field, Caddo Parish, Louisiana.

- 1. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A and from the Cotton Valley Formation, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate applicant as the operator of, and its Ratzburg 19 No. 1 Well, as the unit well for, HOSS RA SU117 and CV RA SU110.
- 4. To authorize applicant to drill, designate and utilize three (3) alternate unit wells for HOSS R SU117 and for CV RA SU110, at the locations shown on the plats submitted with the application.
- 5. To approve exceptions to the spacing provisions of Office of Conservation Order No. 191-B, effective April 15, 1975, and Office of Conservation Order No. 191-A, effective February 15, 1975, for the location of any of the proposed alternate unit wells, which does not comply with the spacing provisions of such Orders.
- 6. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the hydrocarbons underlying the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.
- 7. To permit applicant to combine downhole production from the Hosston Formation, Reservoir A, with production from the Cotton Valley Formation, Reservoir A, in the wellbore of any existing or future wells located on the identical units proposed to be created herein for such formations and in which wells the interests in the units are identical.
- 8. To redefine the Cotton Valley Formation, Reservoir A, insofar and only insofar as to the proposed units, CV RA SU110 through CV RA SU112, as being the stratigraphic equivalent of that gas and condensate bearing zone encountered between the depths of 8,770 feet and 10,310 feet, electric log measurements, in the Petrochem Operating Co.–Mendenhall 10 No. 1 Well (SN 226622), located in Section 10, Township 15 North, Range 11 West, Bossier Parish, Louisiana.
- 9. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 191-B, effective April 15, 1975, as amended and supplemented by the Order No. 191-B Series of Office of Conservation Orders, to the proposed additional units for the Hosston Formation, Reservoir A.

## - 5 -<u>CASPIANA FIELD</u> 06-787 and 06-788

- 10. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 191-A, effective February 15, 1975, as amended and supplemented by the Order No. 191-A Series of Office of Conservation Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
- 11. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A, was defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

The Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 191-A, effective February 15, 1975, and was further defined in Office of Conservation Order No. 191-A-5, effective February 22, 1983.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

**BY ORDER OF:** 

## JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 6/20/06;6/23/06 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.